

EXHIBIT 3

American Communities
Harmony
OPERATING PROFORMA
(New Mix April 1999)

	Feb. '99	Mar. '99	Apr. '99	May '99	June '99	July '99	Aug. '99	Sept. '99	Oct. '99	Nov. '99	Dec. '99	Jan. '00
Sales												
Starts												
Flats												
Cleoline												
REVENUES												
Customer Deposits	\$ 1,143,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Closing Proceeds												
TOTAL REVENUES	\$ 1,143,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
COSTS OF SALES												
Direct Costs												
Land												
Office Expenses												
Office Improvements (Furniture)	\$ 13,200	\$ 17,000	\$ 30,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000
House Construction (Variable)												
Land Cost Contractors (1.5%)												
Sub-Tot Direct Costs	\$ 1,175,200	\$ 17,000	\$ 30,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000
Variable Expenses:												
Commissions (Indirect)												
Commission and Contract												
Concessions												
Closing Costs												
Warranties - Provisions												
Sub-Tot Variable Expenses	\$ 1,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000
Overhead:												
Business Construction Overheads												
Sales & Marketing Expense												
General & Administrative Expense												
Sub-Tot Overheads												
Financing Costs:												
Mortgage Loan Points	\$ 40,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Mortgage Loan Interest												
Mortgage Loan Est.												
A&D Loan Points	\$ 65,250	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
A&D Loan Interest												
Construction Loan Points												
Construction Loan Interest												
Total Financing Costs	\$ 108,250	\$ 11,410	\$ 11,410	\$ 16,151	\$ 16,151	\$ 16,495	\$ 16,495	\$ 21,240	\$ 21,240	\$ 24,077	\$ 24,077	\$ 24,077
TOTAL COSTS OF SALES	\$ 1,263,250	\$ 20,410	\$ 31,581	\$ 254,153	\$ 324,395	\$ 320,757	\$ 311,983	\$ 311,983	\$ 314,471	\$ 423,955	\$ 423,955	\$ 423,955
NET CASH FLOW	\$ 11,263,450	\$ 10,410	\$ 131,421	\$ 124,153	\$ 124,153	\$ 124,153	\$ 124,153	\$ 124,153	\$ 124,153	\$ 124,153	\$ 124,153	\$ 124,153
CUM. CASH (Operating Profits)	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450	\$ 1,263,450
A&D Loan Draw	\$ 409,250	\$ 20,410	\$ 20,410	\$ 281,152	\$ 281,152	\$ 281,152	\$ 281,152	\$ 281,152	\$ 281,152	\$ 281,152	\$ 281,152	\$ 281,152
A&D Loan Repayments												
A&D Loan Balance	\$ 409,250	\$ 429,650	\$ 716,141	\$ 1,019,192	\$ 1,301,889	\$ 1,585,745	\$ 1,765,183	\$ 2,073,061	\$ 2,371,454	\$ 1,926,169	\$ 1,517,454	\$ 1,427,453
Construction Land Draws												
Construction Land Repayments												
Construction Land Balance												
Construction Land Draw												
Construction Land Repayments												
Construction Land Balance												
Equity Requirements & Repayments	\$ 15,200	\$ 10,000	\$ 11,000	\$ 144,300	\$ 144,300	\$ 144,300	\$ 144,300	\$ 144,300	\$ 144,300	\$ 144,300	\$ 144,300	\$ 144,300
Equity Balances	\$ 53,200	\$ 43,200	\$ 43,200	\$ 134,100	\$ 134,100	\$ 134,100	\$ 134,100	\$ 134,100	\$ 134,100	\$ 134,100	\$ 134,100	\$ 134,100

American Communities
Hickory
OPERATING PROFORMA
(New Mix April '99)

	Feb '99	Mar '99	Apr '99	May '99	Jun '99	Jul '99	Aug '99	Sep '99	Oct '99	Nov '99	Dec '99	Jan '00
Sales	10	10	10	10	10	10	10	10	10	10	10	10
Sales	10	10	10	10	10	10	10	10	10	10	10	10
Funds	10	10	10	10	10	10	10	10	10	10	10	10
Closings	10	10	10	10	10	10	10	10	10	10	10	10
REVENUES												
Customer Deposits	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000
Closing Proceeds	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460	\$ 1,187,460
TOTAL REVENUES	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460	\$ 1,202,460
COSTS OF SALES												
Direct Costs:												
Land	\$ 1,052,700	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Office Improvements												
Office Improvements (Maintenance)	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000
House Construction (Vertical)	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095
Hard Cost Construction (U.S. %)	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616
Sub-Total Direct Costs	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700	\$ 1,052,700
Variable Expenses:												
Commissions (U.S. %)	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000
Commission (Co-Broker)	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000
Concessions	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025
Closing Costs	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025	\$ 12,025
Warrant & Pre-Release	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012
Sub-Total Variable Expenses	\$ 57,123	\$ 57,123	\$ 57,123	\$ 57,123	\$ 57,123	\$ 57,123	\$ 57,123	\$ 57,123	\$ 57,123	\$ 57,123	\$ 57,123	\$ 57,123
Other/Other												
Indirect Construction Overhead	\$ 19,035	\$ 19,035	\$ 19,035	\$ 19,035	\$ 19,035	\$ 19,035	\$ 19,035	\$ 19,035	\$ 19,035	\$ 19,035	\$ 19,035	\$ 19,035
Sales & Marketing Expense	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100
General & Administrative Expenses	\$ 21,580	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500
Sub-Total Overheads	\$ 58,615	\$ 58,615	\$ 58,615	\$ 58,615	\$ 58,615	\$ 58,615	\$ 58,615	\$ 58,615	\$ 58,615	\$ 58,615	\$ 58,615	\$ 58,615
Financing Costs:												
Mortgage Loan Points	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest Construction Overhead	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000
Mortgage Loan Points	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000
A&D Loan Points	\$ 66,150	\$ 66,150	\$ 66,150	\$ 66,150	\$ 66,150	\$ 66,150	\$ 66,150	\$ 66,150	\$ 66,150	\$ 66,150	\$ 66,150	\$ 66,150
Sub-Total Points	\$ 12,479	\$ 12,479	\$ 12,479	\$ 12,479	\$ 12,479	\$ 12,479	\$ 12,479	\$ 12,479	\$ 12,479	\$ 12,479	\$ 12,479	\$ 12,479
Construction Loan Interest	\$ 13,991	\$ 14,111	\$ 14,111	\$ 14,111	\$ 14,111	\$ 14,111	\$ 14,111	\$ 14,111	\$ 14,111	\$ 14,111	\$ 14,111	\$ 14,111
Construction Loan Interest	\$ 27,497	\$ 27,541	\$ 27,541	\$ 27,541	\$ 27,541	\$ 27,541	\$ 27,541	\$ 27,541	\$ 27,541	\$ 27,541	\$ 27,541	\$ 27,541
Total Financial Costs	\$ 151,073	\$ 151,073	\$ 151,073	\$ 151,073	\$ 151,073	\$ 151,073	\$ 151,073	\$ 151,073	\$ 151,073	\$ 151,073	\$ 151,073	\$ 151,073
TOTAL COSTS OF SALES												
Net Cash Flow	\$ (220,673)	\$ (220,673)	\$ (220,673)	\$ (220,673)	\$ (220,673)	\$ (220,673)	\$ (220,673)	\$ (220,673)	\$ (220,673)	\$ (220,673)	\$ (220,673)	\$ (220,673)
Gross Cash (Operating Profit)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)	\$ (71,911,095)
A&D Loan Draw	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700	\$ 1,027,700
A&D Loan Requirements	\$ (219,580)	\$ (219,580)	\$ (219,580)	\$ (219,580)	\$ (219,580)	\$ (219,580)	\$ (219,580)	\$ (219,580)	\$ (219,580)	\$ (219,580)	\$ (219,580)	\$ (219,580)
A&D Loan Balance	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997	\$ 2,354,997
Construction Loan Draw	\$ 940,736	\$ 940,961	\$ 940,961	\$ 940,961	\$ 940,961	\$ 940,961	\$ 940,961	\$ 940,961	\$ 940,961	\$ 940,961	\$ 940,961	\$ 940,961
Construction Loan Requirements	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000	\$ 735,000
Construction Loan Balance	\$ 3,305,250	\$ 3,311,250	\$ 3,317,250	\$ 3,323,250	\$ 3,329,250	\$ 3,335,250	\$ 3,341,250	\$ 3,347,250	\$ 3,353,250	\$ 3,359,250	\$ 3,365,250	\$ 3,371,250
Niemannite Loan Draw	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112	\$ 1,191,112
Niemannite Loan Requirements	\$ 71,451	\$ 71,451	\$ 71,451	\$ 71,451	\$ 71,451	\$ 71,451	\$ 71,451	\$ 71,451	\$ 71,451	\$ 71,451	\$ 71,451	\$ 71,451
Niemannite Loan Balance	\$ (716,440)	\$ (716,440)	\$ (716,440)	\$ (716,440)	\$ (716,440)	\$ (716,440)	\$ (716,440)	\$ (716,440)	\$ (716,440)	\$ (716,440)	\$ (716,440)	\$ (716,440)
Equity Requirements & Requirements												
Equity Balance	\$ (151,539)	\$ 70,499	\$ 71,494	\$ 73,318	\$ 74,304	\$ 75,113	\$ 76,168	\$ 77,188	\$ 78,213	\$ 79,238	\$ 80,263	\$ 81,288
Equity Requirements	\$ (453,938)	\$ (453,938)	\$ (453,938)	\$ (453,938)	\$ (453,938)	\$ (453,938)	\$ (453,938)	\$ (453,938)	\$ (453,938)	\$ (453,938)	\$ (453,938)	\$ (453,938)

American Communities
Harmony
OPERATING PROFORMA
(New Mix April '99)

	Feb. '01	Mar. '01	Apr. '01	May '01	June '01	July '01	Aug. '01	Sep. '01	Oct. '01	Nov. '01	Dec. '01	TOTALS	%	Per Unit
Sales	10	10	10	10	10	10	10	10	10	10	10	113,500	1.2%	\$1,200
Santa	16	16	16	16	16	16	16	16	16	16	16	209	1.2%	\$209
Flats	10	10	10	10	10	10	10	10	10	10	10	209	1.2%	\$209
Cabins	10	10	10	10	10	10	10	10	10	10	10	209	1.2%	\$209
REVENUES														
Customer Deposits	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 180,000	1.0%	\$ 1,200
Closing Proceeds	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	\$ 1,157,450	1.0%	\$ 1,157,450
TOTAL REVENUES	\$ 1,312,450	1.0%	\$ 1,312,450											
COSTS OF SALES														
Direct Costs														
Land	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Office Equipment														
Office Equipment (Miscellaneous)	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	\$ 641,095	1.0%	\$ 641,095
House Construction (Vertically)	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	\$ 9,616	1.0%	\$ 9,616
Hard Cost Contingency (1.5%)	\$ 140,711	\$ 140,711	\$ 140,711	\$ 140,711	\$ 140,711	\$ 140,711	\$ 140,711	\$ 140,711	\$ 140,711	\$ 140,711	\$ 140,711	\$ 140,711	1.0%	\$ 140,711
Sub-Total Direct Costs	\$ 751,322	1.0%	\$ 751,322											
Variable Expenses														
Commissions (In-House)	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	1.0%	\$ 18,037
Commission (Catered)	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	\$ 18,037	1.0%	\$ 18,037
Concessions	\$ 12,125	\$ 12,125	\$ 12,125	\$ 12,125	\$ 12,125	\$ 12,125	\$ 12,125	\$ 12,125	\$ 12,125	\$ 12,125	\$ 12,125	\$ 12,125	1.0%	\$ 12,125
Chasing Costs	\$ 12,023	\$ 12,023	\$ 12,023	\$ 12,023	\$ 12,023	\$ 12,023	\$ 12,023	\$ 12,023	\$ 12,023	\$ 12,023	\$ 12,023	\$ 12,023	1.0%	\$ 12,023
Waterway - Proline	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	\$ 6,012	1.0%	\$ 6,012
Sub-Total Variable Expenses	\$ 60,123	1.0%	\$ 60,123											
Overhead														
Indirect Construction Overheads	\$ 19,616	\$ 19,616	\$ 19,616	\$ 19,616	\$ 19,616	\$ 19,616	\$ 19,616	\$ 19,616	\$ 19,616	\$ 19,616	\$ 19,616	\$ 19,616	1.0%	\$ 19,616
Sales & Marketing Expenses	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	\$ 17,100	1.0%	\$ 17,100
General & Administrative Expenses	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	\$ 22,500	1.0%	\$ 22,500
Sub-Total Overhead	\$ 58,615	1.0%	\$ 58,615											
Financing Costs														
Mortgage Loan Points	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Mortgage Loan Interest	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	1.0%	\$ 15,000
A&D Loan Points	\$ 25,619	\$ 25,619	\$ 25,619	\$ 25,619	\$ 25,619	\$ 25,619	\$ 25,619	\$ 25,619	\$ 25,619	\$ 25,619	\$ 25,619	\$ 25,619	1.0%	\$ 25,619
A&D Loan Interest	\$ 1,540	\$ 1,540	\$ 1,540	\$ 1,540	\$ 1,540	\$ 1,540	\$ 1,540	\$ 1,540	\$ 1,540	\$ 1,540	\$ 1,540	\$ 1,540	1.0%	\$ 1,540
Construction Loan Points	\$ 14,121	\$ 14,121	\$ 14,121	\$ 14,121	\$ 14,121	\$ 14,121	\$ 14,121	\$ 14,121	\$ 14,121	\$ 14,121	\$ 14,121	\$ 14,121	1.0%	\$ 14,121
Construction Loan Interest	\$ 23,049	\$ 23,049	\$ 23,049	\$ 23,049	\$ 23,049	\$ 23,049	\$ 23,049	\$ 23,049	\$ 23,049	\$ 23,049	\$ 23,049	\$ 23,049	1.0%	\$ 23,049
Total Financing Costs	\$ 91,349	1.0%	\$ 91,349											
TOTAL COSTS OF SALES	\$ 360,153	1.0%	\$ 360,153											
NET CASH FLOW	\$ 241,672	\$ 241,672	\$ 241,672	\$ 241,672	\$ 241,672	\$ 241,672	\$ 241,672	\$ 241,672	\$ 241,672	\$ 241,672	\$ 241,672	\$ 241,672	1.0%	\$ 241,672
SUM. CASH (Operating Profit)	\$ (4,009,972)	1.0%	\$ (4,009,972)											
A&D Loan Draw	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
A&D Loan Repayments	\$ (229,500)	\$ (229,500)	\$ (229,500)	\$ (229,500)	\$ (229,500)	\$ (229,500)	\$ (229,500)	\$ (229,500)	\$ (229,500)	\$ (229,500)	\$ (229,500)	\$ (229,500)	1.0%	\$ (229,500)
A&D Loan Balance	\$ 795,335	\$ 565,735	\$ 336,285	\$ 108,735	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (4,788,535)
Construction Loan Draw	\$ 941,272	\$ 941,272	\$ 941,272	\$ 941,272	\$ 941,272	\$ 941,272	\$ 941,272	\$ 941,272	\$ 941,272	\$ 941,272	\$ 941,272	\$ 941,272	1.0%	\$ 941,272
Construction Loan Repayments	\$ 625,000	\$ 915,000	\$ 1,336,113	\$ 1,397,701	\$ 1,397,701	\$ 1,397,701	\$ 1,397,701	\$ 1,397,701	\$ 1,397,701	\$ 1,397,701	\$ 1,397,701	\$ 1,397,701	1.0%	\$ 1,397,701
Construction Loan Balance	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	\$ 3,375,244	1.0%	\$ 3,375,244
Manufacturing Loan Draw	\$ 111,571	\$ 146,110	\$ 146,110	\$ 146,110	\$ 146,110	\$ 146,110	\$ 146,110	\$ 146,110	\$ 146,110	\$ 146,110	\$ 146,110	\$ 146,110	1.0%	\$ 146,110
Manufacturing Loan Repayments	\$ 164,866	\$ 310,978	\$ 451,959	\$ 683,933	\$ 757,231	\$ 907,818	\$ 1,083,403	\$ 1,218,075	\$ 1,344,610	\$ 1,484,577	\$ 1,634,546	\$ 1,726,346	1.0%	\$ 1,726,346
Manufacturing Loan Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.00
Equity Requirements & Repayments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Equity Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.00

Imagination at Somerset
Combined Proforma

	Nov. '99	Dec. '99	Jan. '00	Feb. '00	Mar. '00	Apr. '00	May '00	June '00	July '00	Aug. '00	Sep. '00	Oct. '00
Sales	\$ 5	\$ 5	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10
Sauna												
Flacls												
Clothing												
REVENUES												
Customer Deposits	\$ 3	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000
Clothing Proceeds	\$ 5	\$ 5	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10
TOTAL REVENUES	\$ 5	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000
COSTS OF SALES												
Direct Costs:												
Land	\$ 5	\$ 1,604,000	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1
Land Imprevements												
Direct Construction	\$ 5	\$ 273,600	\$ 273,600	\$ 273,600	\$ 273,600	\$ 273,600	\$ 273,600	\$ 273,600	\$ 273,600	\$ 273,600	\$ 273,600	\$ 273,600
Sub-Total Direct Costs	\$ 5	\$ 1,877,600	\$ 1,877,600	\$ 1,877,600	\$ 1,877,600	\$ 1,877,600	\$ 1,877,600	\$ 1,877,600	\$ 1,877,600	\$ 1,877,600	\$ 1,877,600	\$ 1,877,600
Variable Expenses:												
Commissioned (Do-Before)	\$ 5	\$ 1,021,571	\$ 1,021,571	\$ 1,021,571	\$ 1,021,571	\$ 1,021,571	\$ 1,021,571	\$ 1,021,571	\$ 1,021,571	\$ 1,021,571	\$ 1,021,571	\$ 1,021,571
Communication (Co-Schedule)	\$ 5	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150
Concessions	\$ 5	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100
Cheshire Costs	\$ 5	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100	\$ 100
Haircutery (Pro-Block)	\$ 5	\$ 50	\$ 50	\$ 50	\$ 50	\$ 50	\$ 50	\$ 50	\$ 50	\$ 50	\$ 50	\$ 50
Sub-Total Variable Expenses	\$ 5	\$ 1,500	\$ 1,500	\$ 1,500	\$ 1,500	\$ 1,500	\$ 1,500	\$ 1,500	\$ 1,500	\$ 1,500	\$ 1,500	\$ 1,500
Overheads:												
Indirect Construction Overheads	\$ 5	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918
Sales & Marketing Expenses	\$ 5	\$ 9,400	\$ 9,400	\$ 9,400	\$ 9,400	\$ 9,400	\$ 9,400	\$ 9,400	\$ 9,400	\$ 9,400	\$ 9,400	\$ 9,400
General & Administrative Expenses	\$ 5	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586
Sub-Total Overheads	\$ 5	\$ 33,594	\$ 33,594	\$ 33,594	\$ 33,594	\$ 33,594	\$ 33,594	\$ 33,594	\$ 33,594	\$ 33,594	\$ 33,594	\$ 33,594
Production Costs:												
Add) Loan Interest	\$ 5	\$ 27,360	\$ 27,360	\$ 27,360	\$ 27,360	\$ 27,360	\$ 27,360	\$ 27,360	\$ 27,360	\$ 27,360	\$ 27,360	\$ 27,360
Add) Loan Interest	\$ 5	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3
Construction Lease Payment	\$ 5	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3
Construction Lease Interest	\$ 5	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3
Manufacturing Interest	\$ 5	\$ 21,063	\$ 21,063	\$ 21,063	\$ 21,063	\$ 21,063	\$ 21,063	\$ 21,063	\$ 21,063	\$ 21,063	\$ 21,063	\$ 21,063
Manufacturing Cost	\$ 5	\$ 24,063	\$ 24,063	\$ 24,063	\$ 24,063	\$ 24,063	\$ 24,063	\$ 24,063	\$ 24,063	\$ 24,063	\$ 24,063	\$ 24,063
Total Production Costs	\$ 5	\$ 91,443	\$ 91,443	\$ 91,443	\$ 91,443	\$ 91,443	\$ 91,443	\$ 91,443	\$ 91,443	\$ 91,443	\$ 91,443	\$ 91,443
TOTAL COSTS OF SALES	\$ 5	\$ 1,860,567	\$ 1,860,567	\$ 1,860,567	\$ 1,860,567	\$ 1,860,567	\$ 1,860,567	\$ 1,860,567	\$ 1,860,567	\$ 1,860,567	\$ 1,860,567	\$ 1,860,567
Net Cash Flow - Operating Profits	\$ 5	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507
Cumulative Cash Flow	\$ 5	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507	\$ 1,365,507
Add) Loan Payments	\$ 5	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3
Add) Loan Interest	\$ 5	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3
Construction Loan Payments	\$ 5	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3
Construction Loan Interest	\$ 5	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3
Construction Loan Balance	\$ 5	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3	\$ 3
Receivable (Arrears) Payments	\$ 5	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000
Receivable Payments	\$ 5	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000
Receivable Balance	\$ 5	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000	\$ 1,575,000
Net Cash Flow	\$ 5	\$ 64,433	\$ 64,433	\$ 64,433	\$ 64,433	\$ 64,433	\$ 64,433	\$ 64,433	\$ 64,433	\$ 64,433	\$ 64,433	\$ 64,433
Cumulative Cash Flow	\$ 5	\$ 124	\$ 124	\$ 124	\$ 124	\$ 124	\$ 124	\$ 124	\$ 124	\$ 124	\$ 124	\$ 124

Imagination at Somerset
Combined Proforma

	Nov. '00	Dec. '00	Jan. '01	Feb. '01	Mar. '01	Apr. '01	May '01	Jun. '01	Jul. '01	Aug. '01	Sep. '01	Oct. '01
Sales	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8
Sources	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8
Funds	18	18	18	18	18	18	18	18	18	18	18	18
Closing	18	18	18	15	15	15	15	15	15	15	15	15
REVENUES												
Customer Deposits	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000
Customer Prepaid	2,712,217	2,260,181	2,265,430	2,265,430	2,265,430	2,265,430	2,265,430	2,265,430	2,265,430	2,265,430	2,265,430	2,265,430
TOTAL REVENUES	\$ 2,728,217	\$ 2,276,181	\$ 2,276,430	\$ 2,276,430	\$ 2,276,430	\$ 2,276,430	\$ 2,276,430	\$ 2,276,430	\$ 2,276,430	\$ 2,276,430	\$ 2,276,430	\$ 2,276,430
COSTS OF SALES												
Direct Costs:												
Land	-	-	-	-	-	-	-	-	-	-	-	-
Land Improvements	-	-	-	-	-	-	-	-	-	-	-	-
Direct Construction	760,337	760,337	760,337	760,337	760,337	760,337	760,337	760,337	760,337	760,337	760,337	760,337
Sub-Total Direct Costs	\$ 760,337	\$ 760,337	\$ 760,337	\$ 760,337	\$ 760,337	\$ 760,337	\$ 760,337	\$ 760,337	\$ 760,337	\$ 760,337	\$ 760,337	\$ 760,337
Variable Expenses:												
Commodities (Up-House)	43,451	43,451	43,451	43,451	43,451	43,451	43,451	43,451	43,451	43,451	43,451	43,451
Construction (Co-House)	49,223	49,223	49,223	49,223	49,223	49,223	49,223	49,223	49,223	49,223	49,223	49,223
Commodities	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282
Classroom Costs	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282	27,282
Haircutting (Profits)	13,641	13,641	13,641	13,641	13,641	13,641	13,641	13,641	13,641	13,641	13,641	13,641
Sub-Total Variable Expenses	\$ 157,750	\$ 157,750	\$ 157,750	\$ 157,750	\$ 157,750	\$ 157,750	\$ 157,750	\$ 157,750	\$ 157,750	\$ 157,750	\$ 157,750	\$ 157,750
Overheads:												
Indirect Construction Overheads	17,918	17,918	17,918	17,918	17,918	17,918	17,918	17,918	17,918	17,918	17,918	17,918
Sales & Marketing Expenses	16,000	16,000	16,000	16,000	16,000	16,000	16,000	16,000	16,000	16,000	16,000	16,000
General & Administrative Expenses	14,586	14,586	14,586	14,586	14,586	14,586	14,586	14,586	14,586	14,586	14,586	14,586
Sub-Total Overheads	\$ 43,534	\$ 43,534	\$ 43,534	\$ 43,534	\$ 43,534	\$ 43,534	\$ 43,534	\$ 43,534	\$ 43,534	\$ 43,534	\$ 43,534	\$ 43,534
Financing Costs:												
A&D Loan Payments	11,774	9,259	7,169	5,064	3,460	2,460	1,560	860	460	160	60	20
Construction, Loan Payments	21,626	20,388	20,164	20,004	19,860	19,522	19,196	19,021	18,921	18,921	18,921	18,921
Construction, Loan Interest	26,159	17,376	8,494	2,457	3,171	3,171	3,171	3,171	3,171	3,171	3,171	3,171
Mortgage Interest	23,345	21,693	18,651	16,576	15,576	14,576	13,576	12,576	11,576	11,576	11,576	11,576
Mortgage, Esc.	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800
Total Financing Costs	85,573	68,148	54,720	45,931	47,159	48,479	48,479	48,479	48,479	48,479	48,479	48,479
TOTAL COSTS OF SALES	\$ 1,047,159	\$ 1,029,769	\$ 991,027	\$ 1,306,305	\$ 1,277,794	\$ 1,274,040	\$ 1,275,111	\$ 1,285,484	\$ 928,413	\$ 926,111	\$ 923,794	\$ 921,462
Net Cash Flow - Operating Process	\$ 1,681,021	\$ 1,681,448	\$ 1,245,154	\$ (84,475)	\$ (51,365)	\$ (52,611)	\$ (64,955)	\$ (293,017)	\$ 295,319	\$ 297,536	\$ 299,862	\$ 301,557
Construction Cash Flow	\$ 1,257,157	\$ 1,531,745	\$ 2,531,590	\$ 2,638,711	\$ 2,638,711	\$ 2,638,711	\$ 2,638,711	\$ 2,638,711	\$ 2,638,711	\$ 2,638,711	\$ 2,638,711	\$ 2,638,711
A&D Loan Drawn	11,374	9,252	7,169	5,064	3,460	2,460	1,560	860	460	160	60	20
A&D Loan Repayments	21,206	21,206	21,206	21,206	21,206	21,206	21,206	21,206	21,206	21,206	21,206	21,206
A&D Loan Balance	897,073	880,171	486,168	486,168	486,168	486,168	486,168	486,168	486,168	486,168	486,168	486,168
Construction Loan Drawn	1,019,372	1,003,217	1,003,217	993,999	993,999	993,999	993,999	993,999	993,999	993,999	993,999	993,999
Construction Loan Repayments	2,046,400	1,707,000	918,400	918,400	918,400	918,400	918,400	918,400	918,400	918,400	918,400	918,400
Construction Loan Balance	2,023,529	2,041,415	2,051,623	2,051,623	2,051,623	2,051,623	2,051,623	2,051,623	2,051,623	2,051,623	2,051,623	2,051,623
Mortgage (Interest) Payments	134,825	134,825	134,825	134,825	134,825	134,825	134,825	134,825	134,825	134,825	134,825	134,825
Mortgage Balance	1,131,031	1,131,031	1,131,031	1,018,677	953,755	859,911	774,383	699,144	599,222	59,522	5,522	3,522
Net Cash Flow	\$ 317,349	\$ 322,610	\$ 262,006	\$ 117,226	\$ 118,224	\$ 119,223	\$ 120,222	\$ 121,221	\$ 123,218	\$ 124,216	\$ 125,215	\$ 126,214
Cumulative Cash Flow	\$ 954,353	\$ 1,276,868	\$ 1,632,574	\$ 1,656,099	\$ 1,774,324	\$ 1,853,547	\$ 2,013,768	\$ 2,134,959	\$ 2,257,231	\$ 2,380,642	\$ 2,500,842	\$ 2,620,857

Imagination at Somerset
Combined Proforma

	Nov. '01	Dec. '01	Jan. '02	Feb. '02	Mar. '02	Apr. '02	May. '02	Jun. '02	TOTAL	%	Per Unit
Sales	\$ 3	\$ 4	\$ 4	\$ 4	\$ 4	\$ 4	\$ 4	\$ 4	\$ 257		
Starts	\$ 3	\$ 4	\$ 4	\$ 4	\$ 4	\$ 4	\$ 4	\$ 4	\$ 257		
Rebids	\$ 6	\$ 4	\$ 4	\$ 4	\$ 4	\$ 4	\$ 4	\$ 4	\$ 257		
Closings	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 257		
REVENUES											
Customer Deposits	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 96,000		
Change Proceeds	\$ 1,205,430	\$ 1,205,430	\$ 1,205,430	\$ 1,205,430	\$ 1,205,430	\$ 1,205,430	\$ 1,205,430	\$ 1,205,430	\$ 7,235,430		
TOTAL REVENUES	\$ 1,361,430	\$ 31,400,000									
COSTS OF SALES											
Direct Costs:											
Land	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 5		
Land Improvement Costs	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 5		
Direct Construction	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1	\$ 5		
Sub-Total Direct Costs	\$ 160,337	\$ 960,000									
Variable Expenses:											
Construction (Co-located)	\$ 19,545	\$ 19,545	\$ 19,545	\$ 19,545	\$ 19,545	\$ 19,545	\$ 19,545	\$ 19,545	\$ 117,075		
Construction (Off-Site)	\$ 18,351	\$ 18,351	\$ 18,351	\$ 18,351	\$ 18,351	\$ 18,351	\$ 18,351	\$ 18,351	\$ 109,881		
Cooperation	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 73,624		
Change Costs	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 12,214	\$ 73,624		
Warranty (Pro-Rated)	\$ 6,107	\$ 6,107	\$ 6,107	\$ 6,107	\$ 6,107	\$ 6,107	\$ 6,107	\$ 6,107	\$ 37,054		
Sub-Total Variable Expenses	\$ 68,460	\$ 402,300									
Overheads:											
Indirect Construction Overheads	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 17,918	\$ 107,584		
Sales & Marketing Expenses	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 16,000	\$ 96,000		
General & Administrative Expenses	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 14,586	\$ 87,048		
Sub-Total Overheads	\$ 49,504										
Financing Costs:											
A/RD Loan Interest	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 28,356		
Construction Loan Interest	\$ 19,397	\$ 20,013	\$ 20,915	\$ 21,546	\$ 22,174	\$ 22,800	\$ 23,424	\$ 24,058	\$ 145,656		
Mortgageable Interest	\$ 9,162	\$ 9,162	\$ 9,162	\$ 9,162	\$ 9,162	\$ 9,162	\$ 9,162	\$ 9,162	\$ 55,856		
Mortgageable Debt	\$ 7,398	\$ 6,991	\$ 6,991	\$ 6,991	\$ 6,991	\$ 6,991	\$ 6,991	\$ 6,991	\$ 33,954		
Total Financing Costs	\$ 41,773	\$ 39,611	\$ 37,936	\$ 36,829	\$ 36,078	\$ 35,335	\$ 34,593	\$ 33,851	\$ 203,565		
TOTAL COSTS OF SALES	\$ 919,115	\$ 916,762	\$ 915,078	\$ 908,101	\$ 906,022	\$ 904,936	\$ 903,851	\$ 902,765	\$ 5,021,022		
Net Cash Flow - Operating Profit	\$ 302,315	\$ 304,677	\$ 306,257	\$ 313,329	\$ 317,393	\$ 318,459	\$ 320,600	\$ 322,711	\$ 36,107,050		
Commodity Cash Flow	\$ 921,152	\$ 1,231,558	\$ 1,334,962	\$ 1,452,131	\$ 1,602,151	\$ 1,762,171	\$ 2,148,023	\$ 2,388,229	\$ 3,131,340		
A/RD Loan Drawn	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 4,734	\$ 34,656		
A/RD Loan Repayments	\$ 211,200	\$ 215,519	\$ 219,036	\$ 222,553	\$ 226,070	\$ 230,600	\$ 235,127	\$ 240,654	\$ 2,227,711		
A/RD Loan Balances	\$ 2,52,845	\$ 2,52,845	\$ 2,52,845	\$ 2,52,845	\$ 2,52,845	\$ 2,52,845	\$ 2,52,845	\$ 2,52,845	\$ 2,52,845		
Construction Loan Drawn	\$ 1,000,637	\$ 1,045,742	\$ 1,092,293	\$ 1,140,040	\$ 1,187,087	\$ 1,234,134	\$ 1,281,281	\$ 1,328,424	\$ 761,712		
Construction Loan Repayments	\$ 910,400	\$ 910,400	\$ 910,400	\$ 910,400	\$ 910,400	\$ 910,400	\$ 910,400	\$ 910,400	\$ 910,400		
Construction Loan Balances	\$ 1,125,453	\$ 1,291,290	\$ 1,473,057	\$ 1,654,824	\$ 1,836,591	\$ 2,018,358	\$ 2,197,125	\$ 2,389,493	\$ 2,575,357		
Mezzanine (Advanced) Payments	\$ 59,972	\$ 59,972	\$ 59,972	\$ 59,972	\$ 59,972	\$ 59,972	\$ 59,972	\$ 59,972	\$ 59,972		
Mezzanine Payments	\$ 419,425	\$ 269,633	\$ 259,611	\$ 259,611	\$ 259,611	\$ 259,611	\$ 259,611	\$ 259,611	\$ 259,611		
Mezzanine Balance	\$ 2,756,071	\$ 2,035,383	\$ 3,011,694	\$ 3,140,704	\$ 3,221,211	\$ 3,292,861	\$ 3,362,507	\$ 3,422,811	\$ 3,482,000		
Net Cash Flow											
Commodity Cash Flow											

MEMORANDUM

TO: Bill Schilz

FROM: C.C. Porter

DATE: 5/10/00

SUBJECT: Projected Closings

The following information concerning product and pricing should be helpful in your discussions with our various mortgage lenders. We have 7 communities in greater Las Vegas, 5 of which are active and 2 of which will be coming on line during the 2nd Quarter.

NORTHWEST LAS VEGAS

Harmony (Active)	209 total lots 0 closed to date 29 in escrow Price Range: \$112,000 to \$130,000 85.0% FHA/VA 15.0% Conventional
Fairway Villas (Active)	40 total lots 0 closed to date 2 in escrow Price Range: \$107,000 to \$120,000 85.0% FHA/VA 15.0% Conventional
Destination (Active)	212 total lots 132 closed to date 30 in escrow Price Range: \$150,000 to \$200,000 30.0% VA 70.0% Conventional

Imagination North (New) **72 total lots**
0 closed to date
0 in escrow (sales should open in June)
Price Range: **\$120,000 to \$150,000**
40.0% FHA/VA
60.0% Conventional

HENDERSON, SOUTHEAST LAS VEGAS

The View (Active) **262 total lots**
35 closed to date
33 in escrow
Price Range: **\$116,000 to \$150,000**
40.0% FHA/VA
60.0% Conventional

Enchantment (Active) **129 total lots**
21 closed to date
21 in escrow
Price Range: **\$160,000 to \$275,000**
5.0% FHA/VA
80.0% Conventional
15.0% Conforming

Inspiration (New) **312 total lots**
0 closed to date
0 in escrow (sales should open in July)
Price Range: **\$115,000 to \$160,000**
35.0% FHA/VA
65.0% Conventional

On your behalf, we will e-mail this information to the mortgage companies with whom you have already met.

American Communities
Projected Closings

	To Date	Apr-00	May-00	Jun-00	Jul-00	Aug-00	Sep-00	Oct-00	Nov-00	Dec-00	Jan-01
5/12/2000 DESTINATION:											
Closings	0	8	8	8	8	5	5	5	5	5	5
Total Revenues	\$ 175,000	\$ 1,400,000	\$ 1,400,000	\$ 1,400,000	\$ 1,400,000	\$ 875,000	\$ 875,000	\$ 875,000	\$ 875,000	\$ 875,000	\$ 875,000
FAIRWAY VILLAS											
Closings	0	0	0	0	0	2	2	2	2	2	2
Total Revenues	\$ 115,000	\$ -	\$ -	\$ -	\$ -	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000
THE VIEW											
Closings	24	3	7	5	13	10	10	8	8	8	8
Total Revenues	\$ 138,000	\$ 414,000	\$ 966,000	\$ 690,000	\$ 1,794,000	\$ 1,380,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000
ENCHANTMENT											
Closings	0	6	6	6	6	5	5	5	5	5	5
Total Revenues	\$ 215,000	\$ 1,290,000	\$ 1,290,000	\$ 1,290,000	\$ 1,290,000	\$ 1,075,000	\$ 1,075,000	\$ 1,075,000	\$ 1,075,000	\$ 1,075,000	\$ 1,075,000
HARMONY											
Closings	0	0	0	0	0	0	0	0	0	0	0
Total Revenues	\$ 125,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,250,000	\$ 1,250,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
IMAGINATION											
Closings	0	0	0	0	0	0	0	0	0	0	0
Closings	0	0	0	0	0	0	0	0	0	0	0
Total Revenues	\$ 177,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 531,000	\$ 1,416,000	\$ 1,593,000
INSPIRATION											
Closings	0	0	0	0	0	0	0	0	0	0	0
Closings	0	0	0	0	0	0	0	0	0	0	0
Total Revenues	\$ 160,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTALS											
Closings	24	17	21	19	29	22	36	30	28	28	27
Revenues	\$ 3,104,000	\$ 3,656,000	\$ 3,380,000	\$ 4,714,000	\$ 3,560,000	\$ 5,310,000	\$ 5,065,000	\$ 5,700,000	\$ 5,877,000	\$ 6,016,000	\$ 6,016,000

American Communities
Projected Closings

	<u>Feb-01</u>	<u>Mar-01</u>	<u>Apr-01</u>	<u>May-01</u>	<u>Jun-01</u>	<u>Jul-01</u>	<u>Aug-01</u>	<u>Sep-01</u>	<u>Oct-01</u>	<u>Nov-01</u>	<u>Dec-01</u>
DESTINATION:											
Closings	5	5	5	5	3	0	0	0	0	0	-
Total Revenues	\$ 875,000	\$ 875,000	\$ 875,000	\$ 875,000	\$ 525,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FAIRWAY VILLAS											
Closings	2	2	2	2	2	2	2	2	2	2	2
Total Revenues	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000	\$ 230,000
THE VIEW											
Closings	8	8	8	8	8	8	8	8	8	8	8
Total Revenues	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000
ENCHANTMENT											
Closings	4	4	4	4	4	4	4	4	4	4	4
Total Revenues	\$ 860,000	\$ 860,000	\$ 860,000	\$ 860,000	\$ 860,000	\$ 860,000	\$ 860,000	\$ 860,000	\$ 860,000	\$ 860,000	\$ 860,000
HARMONY											
Closings	8	8	8	8	8	8	8	8	8	8	8
Total Revenues	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
IMAGINATION											
Closings	6	6	6	6	6	6	6	6	6	6	6
Total Revenues	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000
INSPIRATION											
Closings	8	8	8	8	8	8	8	8	8	8	8
Total Revenues	\$ 1,280,000	\$ 2,560,000	\$ 2,560,000	\$ 2,560,000	\$ 1,920,000	\$ 2,560,000	\$ 1,920,000	\$ 2,560,000	\$ 1,920,000	\$ 2,560,000	\$ 1,920,000
TOTALS											
Closings	35	43	43	43	37	38	34	38	34	38	34
Total Revenues	\$ 7,296,000	\$ 8,576,000	\$ 8,576,000	\$ 8,576,000	\$ 7,586,000	\$ 7,701,000	\$ 7,061,000	\$ 7,701,000	\$ 7,061,000	\$ 7,701,000	\$ 7,061,000

American Communities
Projected Closings

	Jan-02	Feb-02	Mar-02	Apr-02	May-02	Jun-02	Jul-02	Aug-02	Sep-02	Oct-02	Nov-02
5/12/2000 DESTINATION:											
Closings											
Total Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FAIRWAY VILLAS											
Closings	2	2	2								
Total Revenues	\$ 230,000	\$ 230,000	\$ 230,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
THE VIEW											
Closings	8	8	8	8	8	8	8	8	8	8	8
Total Revenues	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 1,104,000	\$ 414,000	\$ 0
ENCHANTMENT											
Closings	4	4	4	4	0	0					
Total Revenues	\$ 860,000	\$ 860,000	\$ 860,000	\$ 860,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
HARMONY											
Closings	8	8	8	8	8	8	8	8	8	8	8
Total Revenues	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,125,000	\$ -
IMAGINATION											
Closings	6	6	6	6	4	0	0	0	0	0	0
Total Revenues	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,947,000	\$ 1,593,000	\$ 885,000	\$ 885,000	\$ 885,000	\$ 885,000	\$ 885,000
INSPIRATION											
Closings	8	8	8	8	8	8	8	8	8	8	8
Total Revenues	\$ 2,560,000	\$ 1,920,000	\$ 2,560,000	\$ 1,920,000	\$ 2,560,000	\$ 1,920,000	\$ 2,560,000	\$ 1,920,000	\$ 1,920,000	\$ 1,280,000	\$ 1,280,000
TOTALS											
Closings	38	34	36	32	28	32	28	20	8	8	8
Total Revenues	\$ 7,701,000	\$ 7,061,000	\$ 7,471,000	\$ 6,831,000	\$ 6,257,000	\$ 4,909,000	\$ 5,549,000	\$ 4,909,000	\$ 3,704,000	\$ 2,165,000	\$ 2,165,000

American Communities
Projected Closings

	Dec-02	Jan-03	Feb-03	Mar-03	Apr-03	TOTALS	Per Unit	%
DESTINATION:								
Closings						85		
Total Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,959,500	\$ 176,112	100.0%
FAIRWAY VILLAS								
Closings						40		
Total Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,600,000	\$ 68,657	100.0%
THE VIEW								
Closings	0	0	0	0	0	235		
Total Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
ENCHANTMENT								
Closings						113		
Total Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
HARMONY								
Closings						209		
Total Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 26,698,750	\$ 398,489	226.3%
IMAGINATION								
Closings	0	0	0	0	0	112		
Closings	5	5	5	5	2	145		
Total Revenues	\$ 835,000	\$ 885,000	\$ 885,000	\$ 885,000	\$ 354,000	\$ -	\$ -	100.0%
INSPIRATION								
Closings	8	8	8	8	0	200		
Closings	0	0	0	0	0	112		
Total Revenues	\$ 1,280,000	\$ 1,280,000	\$ 1,280,000	\$ 1,280,000	\$ -	\$ -	\$ -	100.0%
TOTALS								
Closings	8	8	8	8	0	1018		
Revenues	\$ 2,165,000	\$ 2,165,000	\$ 2,165,000	\$ 2,165,000	\$ 354,000	\$ 197,734,000		

SPEC000022

Principle Centered, Inc	Units	Sep-00 21	Oct-00 10	Nov-00 37	Dec-00 24	Jan-01 43	Feb-01 41	Mar-01 32	Apr-01 24	May-01 41	Jun-01 42	Total 315
Net Cash flow from projects		(226,548.47)	(85,183.69)	132,102.06	(286,489.40)	425,684.06	408,149.06	318,267.06	106,392.06	754,508.06	932,900.06	2,479,780.86
Payroll		225,000.00	225,000.00	225,000.00	225,000.00	225,000.00	225,000.00	225,000.00	225,000.00	225,000.00	225,000.00	2,250,000.00
Indirect Construction		15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	152,000.00
Marketing and Advertising		25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	253,000.00
General and Administrative		25,750.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	257,000.00
A & D Loan Shortfalls		71,908.00	100,000.00	100,000.00	100,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	671,908.00
Working capital Loan Interest		59,178.00	56,000.00	51,000.00	46,000.00	44,195.00	40,961.00	37,878.00	35,472.00	32,389.00	29,306.00	432,379.00
Accord Payments		38,245.00	-	175,801.00	38,245.00	-	175,801.00	38,245.00	-	175,801.00	38,245.00	680,383.00
Vendor Payments - Magnum Air		2,434.82	-	-	-	-	-	-	-	-	-	21,434.82
August Deficit		10,515.37	-	-	-	-	-	-	-	-	-	-
Legal Fees		50,000.00	-	-	-	-	-	-	-	-	-	50,000.00
542,481.19		447,200.00	618,001.00	475,445.00	395,395.00	557,962.00	417,323.00	376,672.00	549,390.00	408,751.00	-	4,768,104.82
Combined Cash Flow		(769,029.66)	(532,383.69)	(485,898.94)	(761,934.40)	40,289.06	(149,812.94)	(99,055.94)	(270,279.94)	205,118.06	524,149.06	(2,288,323.96)
Beginning of month cash request		593,410.32										
Variance		(175,619.34)										
Items not covered in B-O-M cash												
Payroll		(225,000.00)										
Fairway Villas		(17,560.00)										
Enchantment		(27,430.00)										
Destination		(21,640.00)										
Harmony		86,000.00										
Imagination		-										
Inspiration		30,000.00										
The View												
Unreconciled Difference		10.66										
		(175,619.34)										

American Harmony II, LLC

American Destination II, LLC
Village 1 and Village 4

Nan B-O-M cash items
Closing Process
Working Capital
Class C Note Print

American Destination II, LLC
Fairway Villas

Units	Sep-00	Oct-00	Nov-00	Dec-00	Jan-01	Feb-01	Mar-01	Apr-01	May-01	Jun-01	
	4	4	4	2	-	10	-	8	-	2	34
Closing Proceeds, net											
Subordinated Debt - Interest											
Subordinated Debt - Principal											
Working Capital Loan											
Class C Note - Interest											
Class C Note - Principal											
Seller's Note - Principal											
A & D Interest											
Second Trust Deed											
AMRESCO Interest											
80,240.00	73,740.00	30,740.00	14,460.00	1,680.00	56,480.00					11,280.00	
(35,240.00)	9,481.00	46,844.00	24,076.54	(1,680.00)	101,075.00					71,424.00	
										13,720.00	
Net Cash Flow											
Non B-Q-M cash items											
Closing Proceeds, net											
Working Capital Loan											
Second Trust Deed											
45,000.00											
22,560.00											
40,000.00											
										323,240.00	
										229,700.54	

Non B-O-M cash items
Closing Proceeds, net
Working Capital Loan
Second Trust Deed

SPEC000026

American Enchantment II, LLC

Units	Sep-00 3	Oct-00 4	Nov-00 2	Dec-00 8	Jan-01 2	Feb-01 2	Mar-01 2	Apr-01 2	May-01 2	Jun-01 2	29
Closing Proceeds, net	34,490.00	133,379.00	39,566.00	280,158.00	104,088.00	104,446.00	96,057.00	68,662.00	70,000.00	70,000.00	1,000,846.00
Subordinated Debt - Interest	-	-	-	-	-	-	-	-	-	-	-
Subordinated Debt - Principal	-	-	-	-	-	-	-	-	-	-	-
Working Capital Loan	16,920.00	22,560.00	11,280.00	45,120.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	163,560.00
Class C Note - Interest	-	-	-	-	-	-	-	-	-	-	-
Class C Note - Principal	-	-	-	-	-	-	-	-	-	-	-
Sellers Note - Principal	-	-	-	-	-	-	-	-	-	-	-
A & D Interest	-	-	-	-	-	-	-	-	-	-	-
Second Trust Deed	-	-	-	-	-	-	-	-	-	-	-
Deferred A & D Pay-off	45,000.00	60,000.00	30,000.00	120,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	435,000.00
AMRESCO Interest	61,300.00	55,000.00	50,000.00	45,000.00	43,000.00	41,000.00	35,527.00	33,527.00	31,527.00	29,527.00	425,408.00
Model Sale Proceeds, net	-	-	-	-	-	-	-	-	-	-	-
Model Lease back	-	-	-	-	-	-	-	-	-	-	-
	<u>123,220.00</u>	<u>137,560.00</u>	<u>91,280.00</u>	<u>210,120.00</u>	<u>84,280.00</u>	<u>82,280.00</u>	<u>76,807.00</u>	<u>74,807.00</u>	<u>72,807.00</u>	<u>70,807.00</u>	<u>1,023,368.00</u>
Net Cash Flow	(88,730.00)	(4,181.00)	(51,714.00)	70,038.00	19,808.00	22,166.00	19,250.00	(6,145.00)	(2,807.00)	(807.00)	(23,122.00)
Non B-O-M cash items											
Closing Proceeds, net	34,490.00										
Working Capital Loan	16,920.00										
Deferred A & D Pay-off	45,000.00										
	<u>(27,430.00)</u>										

American Imagination, LLC

	Units	Sep-00	Oct-00	Nov-00	Dec-00	Jan-01	Feb-01	Mar-01	Apr-01	May-01	Jun-01	12	68
Closing Proceeds, net	-	-	-	-	560,000.00	400,000.00	400,000.00	400,000.00	400,000.00	400,000.00	400,000.00	2,680,000.00	
Subordinated Debt - Interest	22,580.00	21,851.69	22,580.00	20,941.00	19,302.00	17,663.00	16,024.00	14,385.00	12,746.00	11,107.00	179,179.69		
Subordinated Debt - Principal	18,303.00	17,713.00	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	672,359.52		
A & D Interest			10,991.00	8,283.00	5,575.00	5,575.00	2,867.00	159.00	-	-	69,466.00		
Recapture Spectrum Advance			(150,000.00)	-	-	78,960.00	56,400.00	56,400.00	56,400.00	56,400.00	(150,000.00)		
Working Capital Loan						-	-	-	-	-	383,520.00		
Class C Note - Interest						-	-	-	-	-	-		
Class C Note - Principal						-	-	-	-	-	-		
Seller's Note - Principal						-	-	-	-	-	-		
A & D Interest						-	-	-	-	-	-		
Second Trust Deed						-	-	-	-	-	-		
Deferred A & D Pay-off						-	-	-	-	-	-		
Model Loan Shortfalls						-	-	-	-	-	-		
		50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	-	-	-	-	-	200,000.00	
		40,883.00	(60,435.31)	167,615.94	163,268.94	237,881.94	163,682.94	159,335.94	154,988.94	164,470.94	162,831.94		
		(40,883.00)	60,435.31	(167,615.94)	(163,268.94)	322,118.06	236,317.06	240,664.06	245,011.06	295,529.06	297,168.06		
												1,325,474.79	
Net Cash Flow													
Non B-O-M cash items													

SPEC000028

American Inspiration, LLC

Units	Sep-00	Oct-00	Nov-00	Dec-00	Jan-01	Feb-01	Mar-01	Apr-01	May-01	Jun-01	16	32.00
Closing Proceeds, net	-	-	-	-	-	-	-	-	-	512,000.00	512,000.00	1,024,000.00
Subordinated Debt - Interest	29,615.00	28,660.00	29,615.00	27,466.00	26,272.00	25,078.00	23,884.00	22,690.00	21,496.00	20,302.00	255,078.00	
Subordinated Debt - Principal	-	-	-	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	881,840.00	
A & D Interest	34,983.00	33,854.00	34,983.00	(300,000.00)	33,854.00	32,854.00	30,937.00	29,020.00	27,320.00	25,620.00	317,278.00	
Recapture Spectrum Advances	-	-	-	-	-	-	-	-	-	-	(300,000.00)	
Working Capital Loan	-	-	-	-	-	-	-	-	-	-	180,480.00	
Class C Note - Interest	-	-	-	-	-	-	-	-	-	-	-	
Class C Note - Principal	-	-	-	-	-	-	-	-	-	-	-	
Seller's Note - Principal	-	-	-	-	-	-	-	-	-	-	-	
A & D Interest	-	-	-	-	-	-	-	-	-	-	-	
Second Trust Deed	-	-	-	-	-	-	-	-	-	-	-	
LID Payments	23,601.51	-	-	-	-	-	-	-	-	-	-	
Deferred A & D Pay-off	-	-	-	-	-	-	-	-	-	-	-	
	88,199.51	62,514.00	(125,172.00)	171,550.00	170,356.00	168,162.00	165,051.00	161,940.00	249,286.00	246,392.00	1,334,677.00	
Net Cash Flow	(88,199.51)	(62,514.00)	125,172.00	(171,550.00)	(170,356.00)	(168,162.00)	(165,051.00)	(161,940.00)	262,714.00	265,608.00	(310,677.00)	
Non B-O-M cash items	-	-	-	-	-	-	-	-	-	-	-	

Principle Centered, Inc.	Sep-00	Oct-00	Nov-00	Dec-00	Jan-01	Feb-01	Mar-01	Apr-01	May-01	Jun-01	Jul-01	Aug-01	Sep-01	Oct-01	Nov-01	Dec-01	Jan-02
Units	43	14	37	24	53	49	42	32	51	53	42	38	38	36	38	36	38
Net Cash flow from projects	<u>(500,499.41)</u>	<u>(216,615.69)</u>	<u>(64,963.94)</u>	<u>(362,009.77)</u>	<u>439,206.32</u>	<u>408,295.95</u>	<u>372,298.58</u>	<u>101,262.21</u>	<u>928,178.84</u>	<u>1,080,489.47</u>	<u>749,450.10</u>	<u>786,545.73</u>	<u>921,579.36</u>	<u>892,031.99</u>	<u>937,498.62</u>	<u>907,951.25</u>	<u>953,417.88</u>
Payroll	225,000.00	225,000.00	226,000.00	225,000.00	225,000.00	225,000.00	225,000.00	225,000.00	225,000.00	225,000.00	175,000.00	175,000.00	175,000.00	175,000.00	175,000.00	175,000.00	
Indirect Construction	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	15,200.00	
Marketing and Advertising	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	25,300.00	
General and Administrative	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	25,700.00	
A & D Loan Shortfalls	71,908.00	100,000.00	100,000.00	100,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	-	-	-	-	-	-	-
Working capital Loan Interest	59,178.00	58,576.40	57,824.40	55,042.00	53,237.20	50,003.66	46,920.40	44,514.00	42,709.20	39,626.00	36,242.00	33,835.60	31,579.60	29,474.00	27,368.40	25,262.60	23,157.20
Accord Payments	38,245.00	-	175,801.00	38,245.00	-	175,801.00	38,245.00	-	175,801.00	38,245.00	-	175,801.00	38,245.00	-	175,801.00	-	-
Vendor Payments - Magcum Air	28,434.82	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
August Deficit -	40,315.37	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Legal Fees	50,000.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<u>542,481.19</u>	<u>449,776.40</u>	<u>624,825.40</u>	<u>484,487.00</u>	<u>394,437.20</u>	<u>567,004.60</u>	<u>426,365.40</u>	<u>385,714.00</u>	<u>559,710.20</u>	<u>419,071.00</u>	<u>277,442.00</u>	<u>450,836.60</u>	<u>311,024.60</u>	<u>270,674.00</u>	<u>444,369.40</u>	<u>266,462.80</u>	<u>264,357.20</u>
Combined Cash Flow	<u>(1,132,980.60)</u>	<u>(666,392.09)</u>	<u>(689,789.34)</u>	<u>(846,496.77)</u>	<u>44,769.12</u>	<u>(158,708.65)</u>	<u>(54,066.82)</u>	<u>(284,451.79)</u>	<u>368,466.64</u>	<u>661,418.47</u>	<u>472,008.10</u>	<u>335,709.13</u>	<u>610,554.76</u>	<u>621,357.99</u>	<u>493,129.22</u>	<u>641,484.45</u>	<u>689,060.59</u>
Cumulative Cash Flow	<u>(1,132,980.60)</u>	<u>(1,799,372.69)</u>	<u>(2,489,162.03)</u>	<u>(3,335,658.80)</u>	<u>(3,290,889.68)</u>	<u>(3,449,598.33)</u>	<u>(3,503,665.15)</u>	<u>(3,788,118.94)</u>	<u>(3,419,648.30)</u>	<u>(2,758,229.83)</u>	<u>(2,296,221.73)</u>	<u>(1,950,512.60)</u>	<u>#####</u>	<u>(716,599.65)</u>	<u>(225,470.63)</u>	<u>416,017.82</u>	<u>1,105,078.50</u>
Debt Service	712,689.90	335,206.09	309,717.40	283,198.37	261,955.94	246,420.71	228,374.68	216,173.85	202,252.42	192,299.59	177,601.95	162,961.33	151,677.30	142,702.07	131,546.84	122,571.61	111,416.38
Debt Reduction	146,120.00	188,400.00	805,885.94	663,565.94	535,725.94	621,445.94	586,885.94	487,065.94	509,445.94	532,005.94	458,885.94	447,405.94	436,125.94	436,125.94	436,125.94	436,125.94	436,125.94
Working Capital Loan Reduction	45,120.00	56,400.00	208,680.00	135,360.00	242,520.00	231,240.00	180,480.00	135,360.00	231,240.00	253,800.00	180,480.00	169,200.00	157,920.00	157,920.00	157,920.00	157,920.00	
Beginning of month cash request	<u>593,410.32</u>																
Variance	<u>(539,670.28)</u>																
Items not covered in B-O-M cash																	
Payroll	(225,000.00)																
Fairview Villas	(17,550.00)																
C-Enviro Park	(27,420.00)																
Destination	(21,640.00)																
Harmony	86,000.00																
Imagination	-																
Inspiration	-																
The View	30,000.00																
Unreconciled Difference	<u>10.66</u>																
	<u>(175,618.34)</u>																

American Harmony II, LLC

Units	Sep-00 13	Oct-00 12	Nov-00 24	Dec-00 12	Jan-01 12	Feb-01 12	Mar-01 12	Apr-01 -	May-01 10	Jun-01 10	Jul-01 8	Aug-01 8	Sep-01 8	Oct-01 8	Nov-01 8	Dec-01 8	Jan-02 8	Fe	
Closing Proceeds, net	-	-	165,706.00	-	436,500.00	311,113.00	311,113.00	-	275,000.00	275,000.00	220,000.00	220,000.00	284,000.00	284,000.00	284,000.00	284,000.00	284,000.00	284,	
Subordinated Debt - Interest	10,867.04	10,867.00	10,867.00	10,283.00	9,699.00	9,115.00	8,531.00	7,947.00	7,363.00	6,779.00	6,195.00	5,611.00	5,027.00	4,443.00	3,859.00	3,275.00	2,691.00	2,	
Subordinated Debt - Principal	-	-	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,931.00	53,	
A & D Interest	21,215.59	20,531.00	13,216.00	8,531.00	4,531.00	-	-	-	-	-	-	-	-	-	-	-	-	-	
Model Loan Shortfalls	50,000.00	50,000.00	50,000.00	50,000.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Recapture Spectrum Advances	(136,000.00)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Model Retrofit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Model Leaseback	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Working Capital Loan	-	-	67,680.00	-	135,360.00	67,680.00	67,680.00	-	56,400.00	56,400.00	45,120.00	45,120.00	45,120.00	45,120.00	45,120.00	45,120.00	45,120.00	45,	
	(53,917.37)	81,398.00	195,694.00	122,745.00	203,521.00	130,726.00	130,142.00	61,879.00	117,694.00	117,110.00	105,246.00	104,662.00	104,078.00	103,494.00	102,910.00	102,326.00	101,742.00	101,	
Net Cash Flow	<u>53,917.37</u>	<u>(81,398.00)</u>	<u>(29,998.00)</u>	<u>(122,745.00)</u>	<u>232,979.00</u>	<u>180,387.00</u>	<u>180,971.00</u>	<u>(61,678.00)</u>	<u>157,306.00</u>	<u>157,690.00</u>	<u>114,754.00</u>	<u>115,338.00</u>	<u>179,922.00</u>	<u>180,506.00</u>	<u>181,090.00</u>	<u>181,674.00</u>	<u>182,556.00</u>	<u>182,</u>	
Debt Service	32,082.63	31,398.00	24,083.00	18,814.00	14,230.00	9,115.00	8,531.00	7,947.00	7,363.00	6,779.00	6,195.00	5,611.00	5,027.00	4,443.00	3,859.00	3,275.00	2,691.00	2,	
Debt Reduction	-	-	121,611.00	53,931.00	189,291.00	121,611.00	121,611.00	53,931.00	110,331.00	110,331.00	99,051.00	99,051.00	99,051.00	99,051.00	99,051.00	99,051.00	99,051.00	99,051.00	99,
Non B-O-M cash items																			
Closing Proceeds, net	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Model Loan Shortfalls	50,000.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Recapture Loan Advances	(136,000.00)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	<u>(96,000.00)</u>																		

American Destination II, LLC
Village 1 and Village 4

Units	Close-out																	
	Sep-00	Oct-00	Nov-00	Dec-00	Jan-01	Feb-01	Mar-01	Apr-01	May-01	Jun-01	Jul-01	Aug-01	Sep-01	Oct-01	Nov-01	Dec-01	Jan-02	
Closing Proceeds, net	-	41,843.00	626,134.00	340,754.00	58,733.00	191,493.00	218,849.00	109,425.00	50,000.00	201,564.00	-	-	-	-	-	-	-	
Subordinated Debt - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Subordinated Debt - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Working Capital Loan	5,640.00	11,280.00	107,160.00	78,960.00	16,920.00	39,480.00	45,120.00	22,560.00	5,640.00	16,920.00	-	-	-	-	-	-	-	
Class C Note - Interest	1,073.33	870.00	870.00	485.00	-	-	-	-	-	-	-	-	-	-	-	-	-	
Class C Note - Principal	5,000.00	10,000.00	95,000.00	70,000.00	15,000.00	35,000.00	40,000.00	20,000.00	-	-	-	-	-	-	-	-	-	
Seller's Note - Principal	11,000.00	22,000.00	209,000.00	110,000.00	-	77,000.00	88,000.00	44,000.00	-	-	-	-	-	-	-	-	-	
AMRESCO Interest	4,700.00	4,700.00	4,700.00	4,700.00	4,700.00	4,700.00	4,700.00	4,700.00	4,700.00	4,700.00	-	-	-	-	-	-	-	
Model Retrofit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Model Leaseback	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	27,413.33	48,850.00	416,730.00	264,145.00	36,620.00	156,180.00	177,820.00	91,260.00	10,340.00	21,620.00	15,000.00	-	-	-	-	-	-	-
Net Cash Flow	(27,413.33)	(7,007.00)	209,404.00	76,609.00	22,113.00	35,313.00	41,029.00	18,165.00	39,680.00	179,944.00	(15,000.00)	-	-	-	-	-	-	-
Debt service	5,773.33	5,570.00	5,570.00	5,185.00	4,700.00	4,700.00	4,700.00	4,700.00	4,700.00	4,700.00	-	-	-	-	-	-	-	
Debt Reduction	21,640.00	43,280.00	411,160.00	258,960.00	31,920.00	151,480.00	173,120.00	86,560.00	5,640.00	16,920.00	-	-	-	-	-	-	-	-
Non B-O-M cash items																		
Closing Proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Working Capital Loan	5,640.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Class C Note Principal	5,000.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Seller's Note Principal	11,000.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<u>(21,840.00)</u>																	

SPEC000033

American Enchantment II, LLC

Units	Sep-00	Oct-00	Nov-00	Dec-00	Jan-01	Feb-01	Mar-01	Apr-01	May-01	Jun-01	Jul-01	Aug-01	Sep-01	Oct-01	Nov-01	Dec-01	Jan-02
	3	4	2	8	2	2	2	2	2	2	2	2	2	2	2	2	2
Closing Proceeds, net	34,490.00	133,379.00	39,566.00	280,158.00	104,086.00	104,446.00	96,057.00	68,662.00	70,000.00	70,000.00	70,000.00	70,000.00	70,000.00	70,000.00	70,000.00	70,000.00	
Subordinated Debt - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Subordinated Debt - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Working Capital Loan	16,920.00	22,560.00	11,280.00	45,120.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	11,280.00	
Class C Note - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Class C Note - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Seller's Note - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Second Trust Deed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred A & D Pay-off	45,000.00	60,000.00	30,000.00	120,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	
AMRESCO Interest (A&D & Vertical)	57,282.24	55,000.00	50,000.00	45,000.00	43,000.00	41,800.00	40,600.00	39,400.00	38,200.00	37,000.00	35,800.00	34,600.00	33,400.00	32,200.00	31,000.00	29,800.00	28,600.00
Model Sale Proceeds, net	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Model Lease back	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	119,202.24	137,560.00	91,280.00	210,120.00	84,280.00	83,080.00	81,880.00	80,680.00	79,480.00	78,280.00	77,080.00	75,880.00	74,680.00	73,480.00	72,280.00	71,080.00	69,880.00
Net Cash Flow	(84,712.24)	(4,181.00)	(51,714.00)	70,038.00	19,808.00	21,366.00	14,177.00	(12,018.00)	(9,480.00)	(8,280.00)	(7,080.00)	(5,880.00)	(4,680.00)	(3,480.00)	(2,280.00)	(1,080.00)	120.00
Debt Service	57,282.24	55,000.00	50,000.00	45,000.00	43,000.00	41,800.00	40,600.00	39,400.00	38,200.00	37,000.00	35,800.00	34,600.00	33,400.00	32,200.00	31,000.00	29,800.00	28,600.00
Debt Reduction	61,920.00	82,560.00	41,280.00	165,120.00	41,280.00	41,280.00	41,280.00	41,280.00	41,280.00	41,280.00	41,280.00	41,280.00	41,280.00	41,280.00	41,280.00	41,280.00	
Non B-O-M cash items																	
Closing Proceeds, net	34,490.00																
Working Capital Loan	16,920.00																
Deferred A & D Pay-off	45,000.00																
	<u>(27,430.00)</u>																

American Imagination, LLC

Units	Sep-00	Oct-00	Nov-00	Dec-00	Jan-01	Feb-01	Mar-01	Apr-01	May-01	Jun-01	Jul-01	Aug-01	Sep-01	Oct-01	Nov-01	Dec-01	Jan-02
	14	10	10	10	10	10	10	10	12	12	12	10	8	6	6	6	6
Closing Proceeds, net	-	-	-	-	664,860.00	474,900.00	474,900.00	474,900.00	569,880.00	569,880.00	474,900.00	379,920.00	284,940.00	284,940.00	284,940.00	284,940.00	
Subordinated Debt - Interest	22,580.00	21,851.69	22,580.00	21,669.52	20,759.04	19,848.56	18,938.08	18,027.60	17,117.12	16,206.64	15,296.16	14,385.68	13,475.20	12,564.72	11,654.24	10,743.76	9,833.28
Subordinated Debt - Principal	-	-	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94	84,044.94
A & D Interest	16,303.00	17,713.00	10,991.00	8,283.00	5,575.00	5,575.00	2,867.00	159.00	-	-	-	-	-	-	-	-	-
Recapture Spectrum Advance	-	(150,000.00)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Working Capital Loan	-	-	-	-	78,960.00	56,400.00	56,400.00	56,400.00	67,680.00	67,680.00	56,400.00	45,120.00	33,840.00	33,840.00	33,840.00	33,840.00	33,840.00
Class C Note - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Class C Note - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Seller's Note - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Second Trust Deed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred A & D Pay-off	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Model Loan Shortfalls	-	50,000.00	50,000.00	50,000.00	50,000.00	-	-	-	50,000.00	50,000.00	50,000.00	50,000.00	-	-	-	-	-
	40,883.00	(60,435.31)	167,615.94	163,997.46	239,338.98	165,868.50	162,250.02	208,631.54	218,842.06	217,931.58	205,741.10	143,550.62	131,360.14	130,449.66	129,539.18	128,628.70	127,718.22
Net Cash Flow	(40,883.00)	60,435.31	(167,615.94)	(163,997.46)	425,521.02	309,031.50	312,649.98	266,268.46	351,037.94	351,948.42	269,158.90	236,369.38	153,579.86	154,490.34	155,400.82	156,311.30	157,221.78
Debt Service	40,883.00	39,564.69	33,571.00	29,952.52	26,334.04	25,423.56	21,805.08	18,186.60	17,117.12	16,206.64	15,296.16	14,385.68	13,475.20	12,564.72	11,654.24	10,743.76	9,833.28
Debt Reduction	-	-	84,044.94	84,044.94	163,004.94	140,444.94	140,444.94	140,444.94	151,724.94	151,724.94	140,444.94	128,164.94	117,884.94	117,884.94	117,884.94	117,884.94	117,884.94
Non B-O-M cash items	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

American Inspiration, LLC

Units	Sep-00	Oct-00	Nov-00	Dec-00	Jan-01	Feb-01	Mar-01	Apr-01	May-01	Jun-01	Jul-01	Aug-01	Sep-01	Oct-01	Nov-01	Dec-01	Jan-02
Closing Proceeds, net	-	-	-	-	-	-	-	-	642,768.00	642,768.00	610,076.00	610,076.00	610,076.00	610,076.00	610,076.00	610,076.00	€
Subordinated Debt - Interest	29,615.00	28,660.00	29,615.00	28,420.85	27,226.70	26,032.55	24,638.40	23,644.25	22,450.10	21,255.95	20,061.80	18,867.65	17,673.50	16,479.35	15,285.20	14,091.05	12,896.90
Subordinated Debt - Principal	-	-	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00
A & D Interest	34,983.00	33,654.00	34,983.00	33,654.00	33,654.00	32,854.00	30,937.00	29,020.00	27,320.00	25,620.00	23,920.00	22,220.00	20,520.00	18,820.00	17,120.00	15,420.00	13,720.00
Revolving Structure Advances	-	-	(300,000.00)	-	-	-	-	-	90,240.00	90,240.00	67,680.00	67,680.00	67,680.00	67,680.00	67,680.00	67,680.00	67,680.00
Working Capital Loan	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Class C Note - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Class C Note - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Seller's Note - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Second Trust Deed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
LID Payment	23,601.51	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Model Loan Shortfalls	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred A & D Pay-off	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Cash Flow	88,199.51	62,514.00	(125,172.00)	172,504.85	171,310.70	219,116.55	216,005.40	212,894.25	300,240.10	297,345.95	271,891.60	218,997.65	216,103.50	213,209.35	210,315.20	207,421.05	204,526.90
Debt Service	64,598.00	62,514.00	64,598.00	62,274.85	61,080.70	58,896.55	55,775.40	52,664.25	49,770.10	46,875.95	43,981.80	41,067.65	38,193.50	35,299.35	32,405.20	29,511.05	26,616.90
Debt Reduction	-	-	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00	110,230.00
Non B-O-M cash items	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

SPEC000036

American Communities
Inventory Schedule

<u>Project</u>	<u>Location</u>	<u>Mapped Lots</u>	<u>Finished Lots</u>	<u>Houses</u>	<u>Models</u>	<u>Total Inventory</u>
Destination at Tierra De Las Palmas	North Las Vegas	0	30	30	3	63
Fairway Villas	North Las Vegas	0	20	12	0	32
Enchantment at Black Mountain	Henderson	0	60	23	3	86
Harmony	North Las Vegas	104	51	39	5	199
Imagination at Somerset	North Las Vegas	185	69	0	3	257
Inspiration at Green Valley Ranch	Henderson	312	0	0	0	312
The View at Black Mountain	Henderson	102	90	26	6	224
Totals		703	320	130	20	1173